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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

KRISTIN K. MAYES - Chairman  
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SANDRA D. KENNEDY  
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2010 SEP 30 P 2:54

AZ CORP COMMISSION  
DOCKET CONTROL

IN THE MATTER OF:

DAVID E. WALSH AND LORENE WALSH,  
Respondent and spouse, d/b/a New York Networks,  
Inc., a dissolved Delaware corporation formerly  
f/k/a Jubilee Acquisition Corporation and as Caliper  
Acquisition Corporation, the New York Network  
Inc., a revoked Nevada corporation and the New  
York Networks, Inc., an entity of unknown origin,

CHRISTOPHER A. JENSEN AND JULIE  
SHAYNE JENSEN, Respondent and spouse,

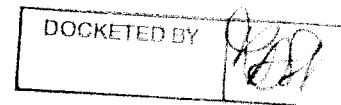
RODOLFO PRECIADO AND JANE DOE  
PRECIADO, Respondent and spouse,

RESPONDENTS.

DOCKET NO. S-20726A-10-0062

Arizona Corporation Commission  
**DOCKETED**

SEP 30 2010



**SIXTH**  
**PROCEDURAL ORDER**  
**(Schedules a Hearing)**

**BY THE COMMISSION:**

On February 19, 2010, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing ("Notice") against David E. Walsh And Lorene Walsh, husband and wife, d/b/a New York Networks, Inc. ("NYN"), a dissolved Delaware corporation formerly f/k/a Jubilee Acquisition Corporation ("JAC") and as Caliper Acquisition Corporation ("CAC"), the New York Network Inc., a revoked Nevada Corporation and the New York Networks, Inc., an entity of unknown origin, Christopher A. Jensen And Julie Shayne Jensen, husband and wife, Rodolfo Preciado and Jane Doe Preciado, husband and wife, (collectively "Respondents") in which the Division alleged multiple violations of the Arizona Securities Act ("Act") in connection with the offer and sale of securities in the form of stock and warrants.

The Respondents were duly served with copies of the Notice.

On March 8, 2010, a request for hearing was filed by Respondents, Christopher A. Jensen, Julie Shayne Jensen and Rodolfo Preciado.

1 On March 18, 2010, by Procedural Order, a pre-hearing conference was scheduled on May 4,  
2 2010.

3 On March 26, 2010, Respondent Linda Preciado filed a request for hearing and an Answer  
4 was filed on behalf of the Jensen and Preciado Respondents.

5 On March 31, 2010, by Procedural Order, it was ordered that the a pre-hearing conference  
6 should be held as previously scheduled

7 On May 4, 2010, the Division and the Jensen and Preciado Respondents appeared through  
8 counsel. Although the Walsh Respondents have been served, they have not yet requested a hearing.  
9 Counsel for the Division requested that a status conference be scheduled in approximately 60 days.

10 On May 5, 2010, by Procedural Order, a status conference was scheduled on June 22, 2010.

11 On June 14, 2010, pursuant to A.A.C. R14-4-305, Respondent, David E. Walsh, filed an  
12 Answer on his own behalf. However, Respondent Walsh failed to request a hearing as required by  
13 A.R.S. § 44-1972, and A.A.C. R14-4-406, a prerequisite to filing his Answer. Respondent Walsh's  
14 failure to file a request for hearing can be cured if an extension of time is granted for leave which will  
15 enable him to file his request.

16 On June 22, 2010, at the status conference, the Division appeared through counsel and the  
17 Jensen and Preciado Respondents appeared through counsel who appeared telephonically. It was  
18 determined that an additional status conference should be scheduled and Respondent Walsh be  
19 granted an extension of time for leave to file a request for hearing pursuant to A.R.S. § 44-1972 if he  
20 wants a hearing in this matter.

21 On June 30, 2010, by Procedural Order, Respondent Walsh was granted an extension of time  
22 for leave to file a request for hearing until August 6, 2010, pursuant to A.R.S. § 44-1972 and A.A.C.  
23 R14-2-306 if he wanted to request a hearing on the issues raised in the Notice and another status  
24 conference was scheduled on August 26, 2010

25 On July 9, 2010, by Procedural Order, due to a scheduling conflict it became necessary to  
26 continue the status conference scheduled on August 26, 2010, to September 30, 1020. Further,  
27 Respondent David E. Walsh was granted an extension of time for leave to file his request for hearing  
28 until August 6, 2010.

1 On August 2, 2010, Mr. Walsh filed a request for hearing pursuant to A.R.S. § 44-1972.

2 On September 30, 2010, at the status conference, the Division and the Jensen and Preciado  
3 Respondents appeared through counsel. Mr. Walsh failed to enter an appearance. The Division's  
4 counsel requested that a hearing be scheduled while he continues to attempt to settle the matter with  
5 counsel for the Jensen and Preciado Respondents.

6 Accordingly, a hearing should be scheduled as requested by the Division.

7 IT IS THEREFORE ORDERED that a **hearing** shall be held on **January 18, 2011, at 10:00**  
8 **a.m.**, at the Commission's offices, 1200 West Washington Street, Room 100, Phoenix, Arizona.

9 IT IS FURTHER ORDERED that the parties shall also set aside **January 19, 20 and 21,**  
10 **2011, for additional days of hearing**, if necessary.

11 IT IS FURTHER ORDERED that that the **Division and Respondents shall exchange copies**  
12 **of their Witness Lists and copies of the Exhibits by December 17, 2010**, with courtesy copies  
13 provided to the presiding Administrative Law Judge.

14 IT IS FURTHER ORDERED that **if the case is resolved by proposed Consent Orders**  
15 **prior to the hearing, the Division shall file a Motion to Vacate the Proceeding.**

16 IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized  
17 Communications) applies to this proceeding as the matter is now set for public hearing.

18 IT IS FURTHER ORDERED that withdrawal or representation must be made in compliance  
19 with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the  
20 Rules of the Arizona Supreme Court). Representation before the Commission includes appearances  
21 at all hearings and procedural conferences, as well as all Open Meetings for which the matter is  
22 scheduled for discussion, unless counsel has previously been granted permission to withdraw by the  
23 Administrative Law Judge or the Commission.

24 ...

25 ...

26 ...

27 ...

28 ...

1 IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules  
2 of the Arizona Supreme Court and A.R.S. § 40-243 with respect to practice of law and admission *pro*  
3 *hac vice*.

4 IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive  
5 any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

6 DATED this 30<sup>th</sup> day of September, 2010



7  
8  
9 MARC E. STERN  
10 ADMINISTRATIVE LAW JUDGE

11 Copies of the foregoing mailed/delivered  
12 this 30<sup>th</sup> day of September, 2010 to:

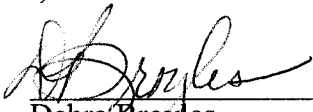
13 Paul Winick  
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26 By:   
27 Debra Broyles  
28 Secretary to Marc E. Stern